



RELIANCE CHEMOTEX INDUSTRIES

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Press Release
14th Nov, 2022

Reports Results for FY 2022-23



- » Total Revenue at Rs. 93.55 Crores; YoY growth of 4.06%
- » Recorded EBIDTA of Rs. 10.33 Crores; QoQ growth of 5.88%
- » Profit after Tax of Rs. 3.32 Crores; QoQ growth of 3.44%

Mumbai, November 09, 2022: Reliance Chemotex Industries Ltd., a leading Synthetic Yarn Manufacturer, has announced its unaudited financial results for the quarter and half-year ended on September 30, 2022.

Financial Highlights:

Particulars (Rs. Crores)	Q2FY23	Q1FY23	QoQ Growth	Q2FY22	YoY Growth
Total Revenue (incl. Other Income)	93.55	101.08	-7.45	89.90	4.06
EBITDA	10.33	9.76	5.88	11.18	-7.57
EBITDA Margin (%)	11.05	9.66	14.40	12.44	-11.19
PBT	4.94	4.32	14.50	6.27	-21.26
PAT	3.32	3.21	3.44	4.40	-24.65
PAT Margin (%)	3.54	3.17	11.76	4.89	-27.60
Long-Term Debt [^]	52.41	44.79		36.45	
Equity	128.15	124.73		110.38	
Net Long-Term Debt / Equity [#]	-0.05	-0.11		-0.22	

[^] Includes Current Maturities of Long-Term Borrowings and excludes Unsecured Loans.

[#] Long-Term Debt Less Cash and Bank Balance / Equity.

Commenting on the results, Mr. Sanjiv Shroff, Managing Director of Reliance Chemotex Industries Limited said:

“The persistent talks of a recession in North America, the ongoing hostilities and power shortage in Europe and the inflationary trends around the world have all resulted in a challenging environment for industry in the quarter under review.

The build-up of inventory in key markets has resulted in easing of supply-side pressures, a decrease in unprecedented container rates and a decline of commodity prices. While some of these factors may impact manufacturers positively in the medium-term, in the short-term this has resulted in subdued demand.

Despite the challenging global scenario, the Company has performed admirably. We have reported a Revenue of 93.55 crores and an EBITDA of 10.33 crores with an EBITDA margin of 11.05%. This has been possible due to our three-pronged strategy: a continued focus on technical textiles, on further improving our already versatile, value-added product mix and on strategic cost reduction.

Furthermore, we continue to focus on executing our strategy of long-term growth. Our expansion project with a total cost of 100 crores is progressing well. This project will expand our capacity by 12,480 spindles (24%), modernize and expand our dyeing facilities and add machinery to debottleneck certain production processes.

The Company also remains committed to expanding its Solar Power Capacity. We have enhanced our Solar Power Capacity to 3.5 MW and will be strategically scaling this capacity up to 5 MW. This will reduce the Company’s carbon footprint, lead to significant cost savings and will, to a certain extent, insulate the Company from fluctuations in Industrial Power Tariff Rates.

Given the Company’s product-centric and multi-market approach, long-standing customer relationships and robust balance sheet, we are confident of continuing our growth journey.”

About Reliance Chemotex Industries



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Reliance Chemotex Industries Ltd. ("Reliance Chemotex") was established in 1977. The Company manufactures Synthetic, Blended Yarn. The Company currently operates 54,816 spindles and a high temperature / high pressure fibre-dyeing plant. The Company has been exporting yarn since 1987 and has a loyal customer base around the world. Its competitive advantage lies in its versatile product range and commitment to quality. The Company manufactures 100% Polyester, 100% Viscose, 100% Acrylic, 100% Bamboo Viscose as well as Polyester / Viscose, Polyester / Acrylic, Polyester / Viscose / Acrylic blended yarns which are used for knitting, weaving, upholstery, carpet, medical and other industrial end-uses.

For more information about Reliance Chemotex, please visit www.reliancechemotex.com

Safe harbor statement

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The Company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.



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